

PERAC

COMMONWEALTH OF MASSACHUSETTS | PUBLIC EMPLOYEE RETIREMENT ADMINISTRATION COMMISSION

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MEMORANDUM

TO: Stoneham Retirement Board

FROM: John W. Parsons, Esq., Executive Director

RE: Approval of Funding Schedule

DATE: November 23, 2020

This Commission is hereby furnishing you with the approval of the funding schedule you recently adopted (copy enclosed). The schedule assumes payments are made on July 1 each fiscal year. The schedule is effective in FY21.

If you have any questions, please contact PERAC's Actuary, John Boorack, at (617) 666-4446, extension 935.

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Enc.



STONEHAM CONTRIBUTORY RETIREMENT SYSTEM

FUNDING SCHEDULE

Fiscal Year	Normal Cost	Unfunded Liability	Funding Amortization of UAAL	Net 3(8)(c) Payments	Schedule Contribution*	% Change
2021	N/A	N/A	N/A	N/A	6,465,692	-5.00%
2022	1,340,563	26,044,364	5,616,675	84,241	7,041,479	8.91%
2023	1,400,888	21,908,697	5,767,594	84,241	7,252,723	3.00%
2024	1,463,928	17,311,333	5,922,136	84,241	7,470,305	3.00%
2025	1,529,805	12,214,914	6,080,368	84,241	7,694,414	3.00%
2026	1,598,646	6,579,301	6,579,301	84,241	8,262,188	7.38%
2027	1,670,585	-	-	84,241	1,754,827	-78.76%

Amortization of Unfunded Liability as of July 1, 2021

* The contribution for FY2021 is set to 95% of the prior year's contribution. FY2022 is set equal to the previously planned FY2021 contribution. The following years are set to increase by 3%, until FY2026, which is set to fully amortize the unfunded liability.

Bases in the funding schedule:

- Amortization of the unfunded actuarial accrued liability: 5 years.